CALENDAR ITEM C67

Α	72	02/09/16
		PRC 7996.1
S	34	S. Kreutzburg

REVISION OF RENT

LESSEE:

Frank B. DeGelas and Donna L. DeGelas, as Trustees of the Frank and Donna DeGelas Trust, dated February 27, 2003

AREA, LAND TYPE, AND LOCATION:

Sovereign land in Huntington Harbour, adjacent to 3622 Venture Drive, city of Huntington Beach, Orange County.

AUTHORIZED USE:

The continued use and maintenance of an existing boat dock, access ramp, rock slope protection, and cantilevered deck extending no more than five feet waterward of the bulkhead.

LEASE TERM(S):

10 years, beginning April 6, 2011.

CONSIDERATION:

Rock Slope Protection: The public health and safety with the State reserving the right at any time to set a monetary rent if the Commission finds such action to be in the State's best interests.

Cantilevered Deck: This lease provides that Lessor may modify the rent periodically during the lease term. Pursuant to this provision, staff has conducted a review of the rent under this lease, and recommends rent be revised from \$979 to \$1,175 per year, effective April 6, 2016.

OTHER PERTINENT INFORMATION:

- 1. Lessee owns the upland adjoining the lease premises.
- On April 6, 2011, the Commission authorized a General Lease Recreational and Protective Structure Use to Frank B. DeGelas and Donna L. DeGelas, as Trustees of the Frank and Donna DeGelas Trust,

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dated February 27, 2003, for a term of 10 years beginning April 6, 2011. The lease will expire on April 5, 2021.

- 3. This action is consistent with Strategy 2.2 of the Commission's Strategic Plan to ensure timely receipt of revenues and royalties from the use and development of State lands and minerals.
- 4. Staff conducted the rent review called for in the lease and recommends the rent be increased based on the 2011 Huntington Beach benchmark.
- 5. Approving the revision of rent is not a project as defined by the California Environmental Quality Act (CEQA) because it is an administrative action that will not result in direct or indirect physical changes in the environment.

Authority: Public Resources Code section 21065 and California Code of Regulations, Title 14, section 15378, subdivision (b)(5).

EXHIBIT:

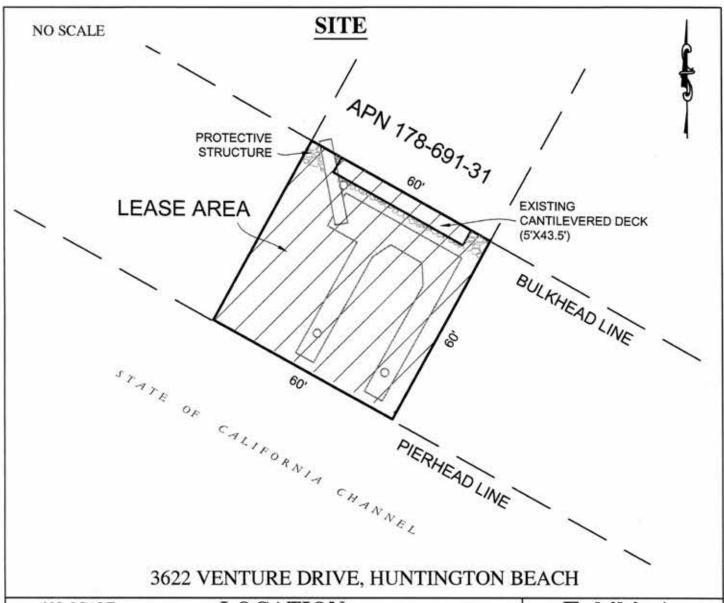
A. Site and Location Map

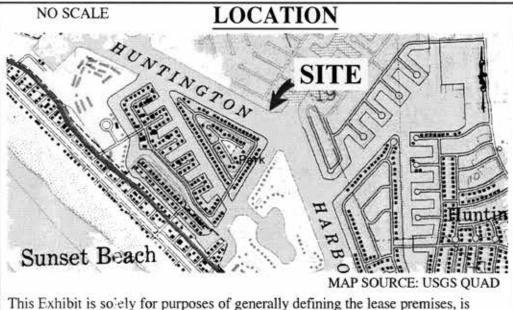
RECOMMENDED ACTION:

It is recommended that the Commission:

AUTHORIZATION:

Approve the revision of rent for Lease No. PRC 7996.1 from \$979 per year, to \$1,175 per year, effective April 6, 2016.





based on unverified information provided by the Lessee or other parties and is not intended to be, nor shall it be construed as, a waiver or limitation of any State

interest in the subject or any other property.

Exhibit A

PRC 7996.1 DeGelas TRUST APN 178-691-31 GENERAL LEASE -RECREATIONAL & STRUCTURE USE ORANGE COUNTY

